

## Prior Year Recoveries (PYR)

Prior year recoveries represent downward adjustments in annual, no-year and multiple-year appropriations relating to obligations that incurred in prior years. These adjustments are not netted but amounts are accumulated in the PYR field and in General Ledger Account 48PY (Transaction Code 804) to be reported as "recoveries of prior year obligations." These funds are not available to be used again except by approval from OMB.

### Automatically Generated Transactions -

DAFIS automatically generates a prior year recovery transaction (Transaction Code 804) in situations in which downward adjustments to prior year funds are classified as prior year recoveries.

Following are the basic business rules that must be met for DAFIS to automatically generate a prior year recovery transaction:

- The fiscal year in the document ID is a prior fiscal year.
- The effective date on the document is in a prior fiscal year.
- The transaction must be a deobligation (debit 48AX or 49AX, credit 46AX), the reversal of a deobligation (debit 46AX, credit 48AX or 49AX), or it must generate deobligation netting.

Exceptions to this criteria are:

- Adjustments made on G, J, or Z schedules.
- Legislative exemptions:
  - (R07 - PYR exclusion flag field exempts appropriations)
  - (R06 - PYR exclusion flag field exempts program elements).

To allow the system to make the determination whether a prior year recovery will be generated or not, leave the Format 03 PYR field blank. DAFIS assigns one of the following values to the PYR field:

- **P** indicates that the system generated a prior year recovery transaction.
- **S** indicates that the system did not generate a prior year recovery transaction.

**NOTE: Typical situations where a PYR transaction would be generated include the reversal of an undelivered order (UDO - Transaction Code 0512) or a "final" transaction on a document (Transaction Status Code F) where deobligation netting occurs.**

### Manual Intervention -

The following manual interventions can be made:

- Enter **Y** in the PYR field of Format 03 to override the automatic process and generate a prior year recovery transaction.
- Enter **N** in the PYR field of Format 03 to override the automatic process and prevent automatic generation of a prior year recovery transaction.
- A prior year recovery transaction can be entered or reversed manually. On Format 03 enter Transaction Code **804** to record the prior year recovery or **8042** to reverse the prior year recovery. It is not possible to reverse more than was initially recorded as a prior year recovery.

**NOTE: Transaction Code 804 debits General Ledger Account 46AX and credits General Ledger account 48PY.**